

# **FISCAL NOTE**

## **SB 2556 - HB 2721**

February 25, 1998

**SUMMARY OF BILL:** Prohibits the State of Tennessee from entering into a contract with a provider of pay telephone services that charges any consumer more than \$.25 for a local call. Provides that any local government, airport authority or any school system located in Tennessee that enters into a contract with a provider of coin-operated telephone services that charges any consumer more than \$.25 per local call shall not receive any funds from the state shared taxes, any funds from petroleum tax allocations, or any funds from the Better Education Program (BEP).

### **ESTIMATED FISCAL IMPACT:**

**Other Fiscal Impact: - Jeopardizes local government revenues for any local government, airport authority or any school system that enters into a contract with a provider of telephone services that charges a consumer more than \$.25 per local call. In the event that such sanctions are enacted, the amount of potential revenues lost to a local government entity is estimated to exceed \$100,000.**

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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